

FISCAL NOTE

SB 4 - HB 4

January 21, 1997

SUMMARY OF BILL: Redefines period of armed conflict for Vietnam era from 8/5/64--5/7/75 to 2/28/61--5/7/75 for purposes of establishing retirement credit in the Tennessee Consolidated Retirement System.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$62,000 Annual Amortized Cost
Increase Local Govt. Expenditures - \$8,800 Annual Amortized Cost/Permissive

Increase in state expenditures assumes a lump sum liability of \$632,000 that amounts to an estimated annual amortized cost of \$62,000. The liability is for approximately 231 state employees and teachers of whom 160 have been identified as those entitled to receive credit without charge and 71 are identified as being entitled to a refund of their prior payment for this military service totaling approximately \$230,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director